

State of Alaska FY2008 Governor's Operating Budget

Department of Natural Resources Director's Office/Mining, Land, & Water Component Budget Summary

Component: Director's Office/Mining, Land, & Water**Contribution to Department's Mission**

Encourage the settlement of state land and the development of state resources by making them available for maximum use consistent with the public interest. (Constitution; Article VIII, Sec 1).

Core Services

The primary service provided by this component is the effective management of Alaska's minerals, land and resource assets to produce revenues, create jobs, and to promote economic vitality. The Director's Office component provides the management and administrative oversight for the five other components within the Division of Mining, Land and Water. These are:

- Claims, Permits and Leases
- Land Sales and Municipal Entitlements
- Water Development
- Title Acquisition and Defense
- RS2477/ Navigability Assertions and Litigation Support

The Division of Mining, Land and Water promotes the use of state minerals, land and resources and recognizes the public benefits derived from this use and development. The Division has and will continue to streamline processes and maximize economic opportunity working with the public and private sectors to stimulate and promote sound development.

The Division has structured its budget to reflect the expectation that developing the state's land and resources should, in general, pay for itself. Functions that develop Alaska by authorizing or granting resources to the private sector are funded primarily on program receipts. That is, developing the land and resources of Alaska will pay for the cost of administration and provide some return to the school fund, permanent fund and the general fund. These development functions are primarily within the Division's first two components: Claims, Permits and Leases; and Land Sales and Municipal Entitlements. The Division also undertakes some functions that are basic responsibilities of the state for which there is no revenue source. These functions are mostly concentrated within Title Acquisition and Defense and the RS2477/Navigability Assertions and litigation Support components. These components secure Alaska's full land entitlement under the Statehood Act and defends access to and ownership of state land and water. The Water component is a partially regulatory component. It does not provide the revenue necessary to fund its function.

Revenue and Cost. In FY06, revenue for the division was \$19.7 million (from all sources), and costs were \$16.7 million. The revenue is almost all generated by two components: Claims, Permits, and Leases; and Land Sales and Municipal Entitlements. The revenue from those two components more than carried the costs for the entire Division. In FY07 the Division expects to bring in \$19.1 million in Revenue, and cost approximately \$18.6 million.

The **Claims, Permits and Leases** component provides the authorizations necessary to develop Alaska's land and resources. There are few, if any, industries that use State land that do not require an authorization provided by this component. This component serves government, businesses and private individuals. There are over twenty programs managed under this component. This component is also responsible for the proper management and stewardship of state lands, including use that does not result in authorizations.

The **Land Sales and Municipal Entitlements** component provides land sales to individuals and transfers land to municipalities.

The **Title Acquisition and Defense** component acquires land and defends the state's interest in land. The outcomes of this component are basic mandates of any state in the Union, but are particularly significant to Alaska as we received by far the largest land grant given to any state. The component includes the work necessary to acquire land (including more than 105 million acres as the state's entitlement) from the federal government, and defend access to land through

ANCSA 17(b) easements, RS2477 assertions, navigability determinations, etc.

The **Water Development** component includes administration of water rights, Alaska Hydrologic Survey and Dam Safety. It provides the water rights and hydrologic data necessary for development that appropriates and makes beneficial use of the state's water resources.

The **RS2477/ Navigability Assertions and Litigation Support** component funds litigation support for a quiet title action filed against the Bureau of Land Management and three closely related navigability projects: 1) ongoing identification and assertions of navigable waters and public rights to navigable and public waters; 2) a project to catalog navigable waters as called for in SB 305; and 3) applications to the US Bureau of Land Management (BLM) for Recordable Disclaimers of Interest for navigable waters. All three projects are part of the State's effort to identify and assert State ownership of navigable waters. Working with the Department of Fish and Game and the Attorney General's Office, the Division intends to file Recordable Disclaimers of Interest applications on as many as 50 waterways in FY08, including numerous streams in the Tanana, Kuskokwim and the Copper River basins.

FY2008 Resources Allocated to Achieve Results

FY2008 Component Budget: \$442,800	Personnel:	
	Full time	5
	Part time	0
	Total	5

Key Component Challenges

This section summarizes the key challenges for the remaining five components within the Division of Mining, Land and Water. For more information see the discussion within individual components.

LAND ISSUES

Land Stewardship. The Division is responsible to manage state lands for long term sustainability and public use.

There is an increasing demand from the public, legislators, boroughs, and municipalities for the Division to more actively manage general state lands. Trail damage, use conflicts, dumping, non-authorized commercial use, unauthorized use of resources, trespass structures, easement encroachments, and abandoned vessels and vehicles is all increasing throughout the state but mostly near population centers. The state is losing revenues, the problems are compounding when not addressed, and the Division is unable to effectively respond to the high number of issues (see details in the Claims, Permits and Leases component).

New Public Use Area Management. The Knik River Public Use Area was established during FY07, and the legislature provided specific language and funding for the Division to provide and management plan and active land management in this area. A key component in this legislation was the language crafted to give the Division the needed enforcement authority to effectively manage state land in this area. This same enforcement authority is still needed for the rest of the state. Through FY07 and FY08 the management plan will be created and regulations adopted to address many of the contentious issues (see details in Claims, Permits and Leases component).

Easement and Access Management. The Division is responsible for managing and permitting, through issuance of easements and other authorizations, public and private access on and across state lands. Due to increasing public and private sector demand for access across state land, DMLW is not able to process all requests for such access. As populations expand and more land becomes private, legal access becomes more important, as some who have become land-locked can attest. The Division is seeing an increase in public requests to assert easements, define exact locations for previously asserted easements, and to vacate those previously asserted, all requiring careful consideration. The staff time required to resolve these issues is large, ever-increasing and under-funded (see details in Claims, Permits and Leases component).

RS 2477 Assertion and Management. The Division continues to support the Department of Law in quiet title action against the federal government to acquire undisputed title to two RS 2477 rights-of-way that have been the state's right since before statehood. In addition, the Division supports the unfettered public use of RS2477s within the given bounds of law. The division often must determine the existence of the RS2477s, locate them because most are unsurveyed, and resolve blockage or other encroachment issues. This is a time consuming task because the public generally does not understand the complexities of the laws that govern RS2477s and the lack of surveys locating

them on private property. (For more information see both the Claims, Permits and Leases; and RS2477/Navigability components.)

Permit/Lease Processing. In many cases, it takes too long for the Division to process permits or leases. This is in part because of the procedures required and in part because there is not enough staff to do the work required. Methods to increase efficiency and improve the quality of the Division's land management include making better use of technology through such techniques as allowing on-line payment and applications, and through streamlining procedures and processes. The Division will also be creating new regulations to streamline processing (see details in Claims, Permits and Leases component).

Land Sales to Alaskans. The key issue for land sales for FY08 is to identify and offer new areas for sale under the Subdivision and Remote Recreational Cabin programs, and to find methods to increase revenues from the already profitable program. Over the course of three years the Division has increased the number of parcels offered to its present levels. DNR is finding it increasingly more challenging to maintain land sales at the level of 250 remote recreation parcels and increase to 300 subdivision lots per year due to several reasons. The first reason is that recent large acreages conveyed to municipalities and the recent grant of 250,000 acres of state land to the University have removed some of the most accessible and desirable state land from DNR's long-term land disposal portfolio. The second is that municipalities, through their platting authority, are often requiring DNR to provide access or roads, often at considerable cost, as conditions of their approval of new land sales. DOT/PF now requires road apron development for new subdivisions and the Corps of Engineers is requiring wetland delineations for the new sales. All of these new requirements are expensive and challenge the timeline for meeting the target offering amounts. (For more information, see description in Land Sales and Municipal Entitlements Component.)

Land Transfers to Municipalities Under Municipal Entitlements. The challenge is to meet the accelerated schedule and performance measures for municipal entitlements with a goal of transferring 60,000 acres in FY08. (For more information, see description in Land Sales and Municipal Entitlements Component.)

BLM Accelerated Land Conveyance Plan (BLM 2009). The US Bureau of Land Management (BLM) is increasing the rate of land transfers in Alaska with an ambitious goal of largely fulfilling land transfers to Alaska Native Claims Settlement Act (ANCSA) Corporations, Native Allottees and the state by 2009. The challenge is for the Division to review all BLM decisions in a manner that protects state interests but does not slow (or even accelerates) BLM's transfer process. In addition, the division needs to ensure that the state receives its highest priority selections as BLM transfers over 10 million acres to the state. (For more information, see description in Title, Acquisition and Defense Component.)

Review of Easements under Sec. 17(b) of ANCSA. The Division is actively involved in the identification of easements that are reserved in federal conveyances to Native corporations, and to helping resolve management issues affecting state these easements and state land. As BLM increases the rate of land transfers under the ANCSA, the challenge is to defend state's rights in BLM's decisions and during BLM's termination process, and to help resolve management issues. (For more information, see description in Title, Acquisition and Defense Component.)

University Land Conveyance. The Division expects to continue implementing the University Land Conveyance in FY08. The pool of lands is agreed upon between the parties, the staff recruitment and contractual preparation for staff services has been accomplished and the contractor is completing the first batch of parcels under the contract. Preparation of conveyances will continue in FY08. Most of the land transfers are to be completed by FY 10 (for more information, see description in Title Acquisition and Defense Component).

The School Trust Lands valuation and litigation is part of the Title Defense Project. Resolution requires significant staff work, in a manner acceptable to the court. (For more information, see description in Title, Acquisition and Defense Component.)

Navigability. The issue of navigability determines who owns and manages the land under waterbodies in Alaska. The Division is working with BLM to use the Recordable Disclaimer process to clearly establish the state's ownership of the land under these waters. (For more information, see description in the RS 2477/Navigability Assertions and Litigation Support Component.)

WATER ISSUES

Funding and Performance Measures for Service. In legislative discussion in 2001, the Division committed to ensuring that a typical new water right be adjudicated within 60 days and a typical new temporary water use authorization within 20 days if regulations could be enacted and the section appropriately staffed. Because of a budget reduction in FY05, the Department did not meet this performance measure. The funding was restored in the FY06 budget and the division is now re-staffing in order to meet the performance standards established in 2001. The Division was unable to create some of the needed regulations. (For more information, see Water Development Component.)

Dam Safety. With the increase in mine development projects and a greater number of dams build in the state, the staff of one dam safety engineer is over taxed to provide needed oversight. (For more information, see Water Development

Component.)

MINING ISSUES

Mineral Property Management. Alaska is experiencing a resurgence of claim staking. The increase in gold prices, recent finds, and Alaska's proven ability to permit a mine has attracted a large increase in claim staking. This is excellent news for Alaskans, but has strained the existing staff.

Permitting and Managing Alaska's Large Mine Industry. Until the early 1990s, Alaska held only a placer mine industry. Since that time, Alaska has developed an increasing industry of large mines: Fort Knox, True North, Pogo, Greens Creek, Kensington, and soon perhaps Donlin Creek and Chulitna Coal. An important challenge for Alaska in FY08 is completing the permitting to enable the development (or continued development of Alaska's Large Mines):

Pogo Project. Monitor operations.

Red Dog. Finalize reclamation and closure and bonding.

Kensington. Possible transition from construction to production contingent on results of litigation.

Green's Creek. Monitor operations.

Illinois Creek. Monitor water quality

Rock Creek. Transition construction to production.

Donlin Creek. Anticipate permit applications to initiate project development.

Chulitna Coal. Finish supplemental EIS and issue permits and development.

Pebble Copper. Review of baseline studies and may receive applications.

Niblack. Permit exploration.

Technical Review of Canadian Mine Program.

Significant Changes in Results to be Delivered in FY2008

Easement and Access Management. Due to increased numbers of incoming applications, the division will be able to process only 60-70% of the applications it receives for easements during FY08 (see details in Claims, Permits, and Leases component).

Adjusted Land Sale Program. The Division will focus more on providing higher quality development of subdivisions offered, while possibly not meeting the target quantity of lots, in order to meet revenue expectations. (See discussion under "Major Component Challenges" and see details in the Land Sales and Municipal Entitlement component.)

Accelerated Land Conveyance from BLM (BLM 2009). By FY08, the state should start to see an increase in the amount of land transferred from BLM to the state. The federal BLM began an accelerated land transfer program in FY 05, but the first several years focus on ANCSA conveyances and Native Allotments. For more information, see description under "Key Component Challenges."

University Land Conveyance. The Division is preparing the conveyances for the University Land Conveyance in FY08. For more information, see key component challenges.

Navigability and RS 2477. DMLW will focus its efforts on assertions of state ownership of navigable waters and RS 2477. For discussion, see the RS 2477/Navigability Assertions and Litigation Support component.

Knik River Public Use Area. The management plan and regulations will be completed in FY08. On site management presence will increase in the area. (See Claims Permits and Leases component for details.)

Major Component Accomplishments in 2006

This section summarizes the major component accomplishments for the remaining five components within the Division of Mining, Land and Water. For more information see the discussion within individual components.

REVENUE TO ALASKA. In FY06, the division brought in more than \$2.9 million more than it cost to operate. Revenue from all sources was \$19.7 million, and costs were \$16.7 million. The revenue is almost all generated by two components: Claims, Permits, and Leases; and Land Sales and Municipal Entitlements. The revenue from those two components more than carried the costs for the entire Division. This year (FY07), the Division expects to bring in \$19.1 million in Revenue, and cost approximately \$18.6 million. Of the revenues, the Claims, Leases and Permits component is expected to bring in \$11.2 million. The Land Sales and Municipal Entitlement component will bring in another \$6.4

million. None of these revenues include revenues dependent on the Division's actions if those revenues are not directly collected by the Division; that is, they do not include oil and gas royalty, forestry stumpage fees, mining license tax, etc. Still the Division substantially supported the oil and gas leasing program and large mine projects.

LAND ACCOMPLISHMENTS

Permit/Lease/Claim Processing; Revenues to the State of Alaska. This component of the division processed a wide variety of permits, mining claims, and leases. In FY06, this work resulted in approximately \$10.4 million dollars in revenue to the state including fees, rents, and royalties, primarily from mining activities. This figure also includes federal revenue to the component. It does not include revenues such as taxes, royalties, or timber stumpage that accrue through other divisions or departments. Of this amount, approximately \$74.5 thousand was allocated to the permanent fund and \$52.9 thousand to the school fund. The amount that would have previously been allocated to the permanent fund was reduced through HB11 in FY06 by \$1.15 million. The cost of this component in FY06 was \$8.2 million. For FY07, the revenue is expected to be \$11.2 million.

Revenue Backlog Project. The Division continues to work through revenue-generating backlogged authorizations. Two positions in the Northern and Southcentral region completed detailed audits on 49 leases, rights-of-way, and permits. 39 were finished where customers paid a total of \$ 391,477 in fees, current rents, and back rents. In addition, the authorizations also represent over \$82,000 in annual rents that will come in for many years in the future.

Examples of Other Land Management Accomplishments.

- Completed the clean-up of the former Goose Bay Air Force station near Point Mackenzie. The site was contaminated with asbestos and other hazardous materials. DNR inherited responsibility for clean-up of this contaminated site when it was abandoned by the Department of Corrections.
- Worked with the public and legislature to establish and initiate increased management of the Knik River PUA.
- Participated with local residents in four clean up events within the Knik River Public Use Area to remove abandoned vehicles and other trash.
- Entered into a MOA with the Fairbanks North Star Borough for the clean-up of abandoned vehicles at the Tanana Lakes Recreation Area.
- Coordinated with Large Mine Project staff to issue two tideland leases and one land use permit for the Kensington Mine development.
- Successfully resolved trespass and coordinated cleanup and rehabilitation of State land that had been used for illegal habitation, dumping and other illegal uses at Naukati.
- Completed final cleanup and closure of several expired lease sites around Prince of Wales Island under an agreement with Kootznوو, Inc., which had remained unresolved for many years.
- Statewide, DMLW staff contributed to the monitoring, inspection and signed cleanup standards resulting from the Selandang Ayu oil spill.
- Managed public use pressures in and mitigated trail damage in Denali Block Special Use Area.
- Facilitated and implemented an agreement between the Alaska Aerospace Corporation and Kodiak residents that provided for continued public access to state lands used by the Corporation.
- Completed the closure and/or removal of two bridges that DOT engineers had inspected and found unsafe for public use. These bridges had been constructed and then abandoned by companies mining and harvesting timber in SC Alaska.
- Conducted 2-500,000 Cubic Yards material sales for oil field expansion for the Oooguruk and Nikaitchuq Projects.
- Auctioned 2 lease tracts at Deadhorse to North Slope contractors that support the oil and gas industry. This was the first auction conducted on the North Slope since 1980.
- Completed decisions to lease State land for the Otter Creek, Lake Dorothy, and Falls Creek hydroelectric projects in Southeast Alaska, and issued permits to begin construction of those facilities.

Land Sales to Individual Alaskans. In FY06, the department sold 477 parcels or 4,426 acres for a total value of \$5,223,506.00 in over-the-counter and auction sales (gross sales price during that year only, does not reflect actual revenue received by the State, which is higher). DNR offered over 209 parcels in the FY 06 auction, 111 of which were entirely new parcels, including new subdivisions where DNR constructed internal subdivision roads to increase the value of the land and to meet borough platting requirements. Additionally, DNR offered 285 parcels for individuals to stake for remote recreational cabin sites in FY06 and prepared an additional 26 surveyed remote parcels for sale. It is expected that the over-the-counter sales will level off in future years but that the auction parcels will be more popular and therefore bring a higher price therefore continuing to fund an ongoing land sale programs. In addition, DNR has increased auction

offerings to a goal of 300 parcels in FY 07.

Land Transfers to Municipalities Under Municipal Entitlements. In FY06, DNR approved for conveyance municipal entitlement selections totaling 243,800 acres, significantly completing the Northwest Arctic, Land and Peninsula and Matanuska-Susitna Borough's entitlement as well as other small conveyances. DNR is beginning work on revisions to two plans that will enable conveyances to the Denali Borough and North Slope over the next two fiscal years.

Land Planning for Disposal and Development. In FY05, both the Kodiak Area Plan and the Bristol Bay Area Plan were completed. The Kodiak plan classified over 378,000 acres for grazing, settlement and potential development on uplands; an additional 3.8 million acres of tidelands were classified to enable potential development to occur on these areas. The Bristol Bay plan classified over 10 million acres for minerals development, settlement, or other potential forms of upland development. An additional 7.9 million acres of state tide and submerged lands were also classified. The revision of the Bristol Bay plan enabled the conveyance of 5,500 acres to the Aleutians East Borough and an anticipated 70,000 acres to the Lake and Peninsula Borough in FY06. Approval of the Kodiak plan enabled several potential land disposals.

Land Transferred into State Ownership. In FY06, the state received 1.5 million acres from the federal government under its land grants. To date the state has acquired approximately 92.4 million acres of the 106 million acres to which it is entitled overall as a result of statehood and various other federal laws. This leaves an outstanding balance of approximately 13.6 million acres that the state has yet to receive. It is anticipated that acres conveyed in FY07 will meet or exceed the 1.5 million acres conveyed in FY06. 1.5 million acres a year represents approximately 10% of the states remaining unconveyed entitlement.

Land Transferred out of state ownership. In FY06, DNR issued 449 deeds to transfer from state to private, municipal, and other ownerships. DNR also approved numerous additional land transfers (such as for municipal entitlements) but deeds cannot be issued until the land is surveyed.

Accelerated Federal Land Transfer Program. DNR supported federal efforts to pass Congressional legislation (S.1466) to facilitate the federal BLM Alaska land transfer project. The Act was passed December 10, 2004 and launched the BLM 2009 Project designed to complete the state's remaining land entitlements. As part of this effort, the Division has continued simultaneous review of ANCSA Corporation conveyances and draft conveyances to the state consistent with the land selections previously identified in the Ownership Priority Lists (OPL's) created independently by the state and the various Corporations.

RS 2477

Conducted extensive research and mapping on three RS 2477 routes in the Coldfoot and Chandalar Lake areas that were selected for assertions in court through Quiet Title. Filed in US Court for two of these three routes. Researched other RS2477 routes to defend public access.

Navigability

To date, the State has submitted 34 applications for Recordable Disclaimers of Interest on 56 water bodies. As of September 2006, the BLM had issued 10 disclaimers for 28 rivers and lakes. The State has requested suspensions on 4 applications affecting 4 water bodies, due to the administrative finality issue BLM is using to deny RDIs. In FY07, DNR negotiated a "bundling" of applications for water bodies in geographically similar areas, reducing cost recovery and application fees by BLM. The Division continues to develop an on-line catalogue of navigable water bodies in Alaska.

MINING ACCOMPLISHMENTS.

In its role in permitting and in the technical review of large mine projects, in FY06 the division completed the following:

- Completed the reclamation at the *Illinois Creek Mine Project*. Full reclamation and closure of the site was accomplished in 2005 and a long-term fund to monitor the site was established. The process building, shop, mine office, materials and equipment were transported off-site over a winter cross-country winter road during the 2005-2006 winter to a lay-down area on the Yukon River for removal by barge during the summer of 2006. The first post-mining water quality monitoring event was conducted by ADNR & ADEC staff in September 2006.
- Completed process working with USFS resulting in issuance of permits to construct the Kensington Gold Mine. Mine began construction in 2006.
- Monitored the completion of construction of the Pogo Mine, which began gold production in 2006..

- Continued process to issue DEC Waste Management Permit, DNR Reclamation Plan and revised financial assurances for the *Red Dog Mine Project*. Completion of these efforts scheduled for 2007.
- Completed mine permitting for the Rock Creek Project. Mine construction was initiated at the Rock Creek Site in September 2006.
- Completed mine permitting for the Nixon Fork Mine. Mine production was anticipated during the fourth quarter 2006.
- Continued mine permitting efforts on the Fort Knox Project. Issued public notice and draft authorizations for updates to the Reclamation and Closure Plan and amendment of the Plan of Operations to allow construction of a heap-leach facility.
- Also made progress on important planning and permitting work on: *Chulitna Coal Project, Donlin Creek, and Pebble Copper*.

WATER ACCOMPLISHMENTS.

Processing Water Rights. The Water Management Unit processed 90% of the water right applications received during FY06 which included water rights for Chena Hot Springs Resort Geothermal Power Plant, Golden Valley Electric North Pole Power Plant, Lake Dorothy Hydroelectric Project near Juneau, and Falls creek Hydroelectric Project near Gustavus.

Processing Temporary Water Use Authorizations. The Water Management Unit processed 100% of the Temporary Water Use Authorization applications received. None of the authorizations were litigated. The lack of litigation is a significant change and increased the reliability of the authorizations for the applicants.

Hydrologic Survey Unit provided Division staff with hydrologic information, data, and evaluations with an estimated 1200 individual requests for hydrologic assistance, the posting of an additional 694 water well logs to the WELTS system bringing the total number of well logs to over 31,000 individual wells, oversight of hydrologic data needs for issuance of temporary water use permits for north slope oil field operations, participation in 5 major industrial mine projects, and numerous small projects.

The Dam Safety and Construction Unit issued a Certificate of Approval to Operate, Construct, Modify, Remove, or Abandon a Dam for 13 dams in Alaska, including proposed construction for one new dam, and the removal and abandonment of four existing dams. Although several Emergency Action Plans were exercised, only one new plan was received, dropping the level of compliance to 25% with this requirement. The visual inspection for Periodic Safety Inspections occurred on 11 dams, putting the level of compliance at 54% for this requirement. Applications for a Certificate of Approval to Construct a Dam were received for five new dams, three of which were related to mining.

Statutory and Regulatory Authority

AS 27; AS 29; AS 38; AS 41; AS 46; 11AAC;

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Director's Office/Mining, Land, & Water Component Financial Summary

All dollars shown in thousands

	FY2006 Actuals	FY2007 Management Plan	FY2008 Governor
Non-Formula Program:			
Component Expenditures:			
71000 Personal Services	391.2	321.7	366.6
72000 Travel	22.7	17.4	22.4
73000 Services	43.4	40.0	40.0
74000 Commodities	9.4	18.8	13.8
75000 Capital Outlay	0.0	0.0	0.0
77000 Grants, Benefits	0.0	0.0	0.0
78000 Miscellaneous	0.0	0.0	0.0
Expenditure Totals	466.7	397.9	442.8
Funding Sources:			
1004 General Fund Receipts	402.6	375.5	420.4
1007 Inter-Agency Receipts	20.5	22.4	22.4
1061 Capital Improvement Project Receipts	43.6	0.0	0.0
Funding Totals	466.7	397.9	442.8

Estimated Revenue Collections

Description	Master Revenue Account	FY2006 Actuals	FY2007 Management Plan	FY2008 Governor
Unrestricted Revenues				
None.		0.0	0.0	0.0
Unrestricted Total		0.0	0.0	0.0
Restricted Revenues				
Interagency Receipts	51015	20.5	22.4	22.4
Capital Improvement Project Receipts	51200	43.6	0.0	0.0
Restricted Total		64.1	22.4	22.4
Total Estimated Revenues		64.1	22.4	22.4

**Summary of Component Budget Changes
From FY2007 Management Plan to FY2008 Governor**

All dollars shown in thousands

	<u>General Funds</u>	<u>Federal Funds</u>	<u>Other Funds</u>	<u>Total Funds</u>
FY2007 Management Plan	375.5	0.0	22.4	397.9
Adjustments which will continue current level of service:				
-FY 08 Health Insurance Increases for Exempt Employees	0.1	0.0	0.0	0.1
-Fund Source Adjustment for Retirement Systems Increases	3.1	0.0	-3.1	0.0
Proposed budget increases:				
-FY 08 Retirement Systems Rate Increases	41.7	0.0	3.1	44.8
FY2008 Governor	420.4	0.0	22.4	442.8

**Director's Office/Mining, Land, & Water
Personal Services Information**

Authorized Positions			Personal Services Costs	
	<u>FY2007</u> <u>Management</u> <u>Plan</u>	<u>FY2008</u> <u>Governor</u>		
Full-time	5	5	Annual Salaries	243,045
Part-time	0	0	Premium Pay	0
Nonpermanent	0	0	Annual Benefits	186,851
			<i>Less 14.72% Vacancy Factor</i>	(63,296)
			Lump Sum Premium Pay	0
Totals	5	5	Total Personal Services	366,600

Position Classification Summary

Job Class Title	Anchorage	Fairbanks	Juneau	Others	Total
Administrative Clerk III	1	0	0	0	1
Administrative Manager I	1	0	0	0	1
Administrative Manager III	1	0	0	0	1
Division Director	1	0	0	0	1
Natural Resource Mgr IV	1	0	0	0	1
Totals	5	0	0	0	5